

General Assembly

Amendment

January Session, 2017

LCO No. 8030



Offered by:

REP. CANDELARIA, 95th Dist.

REP. ROSARIO, 128th Dist.

REP. PAOLILLO, 97th Dist.

REP. DIMASSA, 116th Dist.

REP. REYES, 75th Dist.

REP. VERRENGIA, 20th Dist.

REP. CANDELORA, 86th Dist.

To: Subst. Senate Bill No. 957

File No. 310

Cal. No. 569

(As Amended by Senate Amendment Schedule "A")

"AN ACT CONCERNING THE REGULATION OF GAMING AND THE AUTHORIZATION OF A CASINO GAMING FACILITY IN THE STATE."

- 1 Strike everything after the enacting clause and substitute the
- 2 following in lieu thereof:
- 3 "Section 1. (Effective from passage) (a) Not later than January 1, 2018,
- 4 the Commissioners of Consumer Protection and Economic and
- 5 Community Development shall jointly develop and issue a request for
- 6 proposals to select an individual, a business organization or an Indian
- 7 tribe to develop, manage, operate and maintain a possible casino
- 8 gaming facility in the state. The request for proposals shall require a
- 9 responder to:
- 10 (1) Provide a market analysis detailing the benefits of the proposed

casino gaming facility and the potential impacts on the municipality in which the proposed casino gaming facility may be located and on the surrounding region and the state. The market analysis shall include, but not be limited to, (A) the economic impact on the municipality and the surrounding region, (B) costs to and social, environmental, traffic and infrastructural impacts on the municipality and the surrounding region, (C) the impact of the proposed casino gaming facility on the casino gaming facilities operated by the Mashantucket Pequot Tribe and the Mohegan Tribe of Indians, (D) an estimate of the number of employees to be employed at the proposed casino gaming facility, including information regarding the pay rate and benefits for such employees and a statement of whether the responder has a contract with organized labor and has the support of organized labor for the responder's proposal, and (E) a plan to attract both residents and tourists to the proposed casino gaming facility;

(2) Submit (A) a development agreement entered into by the responder with a municipality regarding the establishment of the proposed casino gaming facility in the municipality, provided such development agreement (i) requires the responder to make an annual payment to the municipality in an amount not less than eight million dollars if and when the proposed casino gaming facility becomes operational, and (ii) was approved, notwithstanding the provisions of any municipal charter, special act or ordinance, by a referendum of the municipality, and (B) a plan for revenue sharing with municipalities adjoining the municipality in which the proposed casino gaming facility may be located;

- (3) Provide information and documentation to demonstrate that the responder has sufficient business ability, experience and financial stability to develop, manage, operate and maintain the proposed casino gaming facility;
- (4) Demonstrate the responder's ability to pay a nonrefundable licensing fee of two hundred million dollars and agree to pay such fee, if the responder is selected to develop, manage, operate and maintain a

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44 casino gaming facility in the state, prior to the beginning of 45 construction;

- 46 (5) Agree to make a total investment of not less than three hundred 47 fifty million dollars in the proposed casino gaming facility;
- (6) Agree to pay to the state thirty-five per cent of the gross gaming revenue from the operation of (A) video facsimile games, if any, at the proposed casino gaming facility, and (B) all other games at the proposed casino gaming facility;
- 52 (7) Submit the designs for the proposed casino gaming facility and a 53 timeline for its construction;
- 54 (8) Describe the type and number of games to be conducted at the 55 proposed casino gaming facility;

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- (9) Describe a process to maximize the use of small contractors and minority business enterprises, as both terms are defined in section 4a-60g of the general statutes, and veteran-owned micro businesses, as defined in subsection (c) of section 4a-59 of the general statutes, and agree to set aside, for award to small contractors, minority business enterprises and veteran-owned micro businesses, at least twenty-five per cent of the total value of all contracts it awards to build the proposed casino gaming facility;
- (10) Submit a plan to mitigate the potential negative public health consequences associated with gambling and the operation of the proposed casino gaming facility;
- (11) Provide a plan to protect off-track betting facilities throughout the state from any adverse impacts due to the operation of the proposed casino gaming facility;
- 70 (12) Certify that any principal stockholders or members of the 71 responder will submit to the jurisdiction of the courts of this state and 72 that the responder has designated an agent for service of process in the 73 state; and

74 (13) Provide any other information the commissioners deem 75 necessary to evaluate the qualifications of a responder.

- 76 (b) The response shall be accompanied by a fee of fifteen million 77 dollars, which shall be refundable if the responder is not selected by 78 the commissioners to develop, manage, operate and maintain a casino 79 gaming facility in the state or if the General Assembly does not 80 authorize the operation of a casino gaming facility in the state. The commissioners shall waive such fee for any response submitted by the 81 82 Mashantucket Pequot Tribe or the Mohegan Tribe of Indians of 83 Connecticut.
- (c) The responder shall bear the costs incurred by a municipality in connection with the referendum under subparagraph (A)(ii) of subdivision (2) of subsection (a) of this section.
- (d) When evaluating the responses submitted, the commissioners shall consider, and shall select the responder that best meets, the following criteria in addition to the requirements set forth in subsection (a) of this section:
- 91 (1) The responder has demonstrated it is adequately capitalized to 92 develop, manage, operate and maintain a casino gaming facility of 93 high quality;
- 94 (2) The designs and plans submitted by the responder meet the 95 minimum investment level specified in subdivision (5) of subsection 96 (a) of this section;
 - (3) The responder has a demonstrated history of creating a diverse range of skilled and unskilled permanent jobs, maximizing the creation of new jobs and implementing initial and ongoing workforce development training programs in the development, management and operation of casino gaming facilities. The potential for the creation of new jobs shall be evaluated with consideration given to the forecasted increase in net available jobs in the state after accounting for the potential positive or negative impacts of the proposed casino gaming

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facility on the casino gaming facilities operated by the Mashantucket Pequot Tribe and the Mohegan Tribe of Indians;

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- (4) The responder has a demonstrated history of excellence in resort design and architecture, including the prevalence of projects that meet or exceed gold certification under the applicable LEED Green Building Rating System, as defined in section 12-217mm of the general statutes, and the designs and plans submitted by the responder reflect the same;
- 112 (5) The responder has a demonstrated history of excellence in 113 developing casino gaming facilities with high-quality gaming and 114 nongaming amenities, and the designs and plans submitted by the 115 responder reflect the same;
 - (6) The responder has a demonstrated history of developing, managing, operating and maintaining casino gaming facilities that match the existing infrastructure capabilities of the areas surrounding such facilities, and the designs and plans submitted by the responder reflect the same;
- 121 (7) The responder has a demonstrated history of maximizing 122 revenue generated from out-of-state tourism through the 123 development, management and operation of casino gaming facilities 124 and of securing larger shares of the gaming market, and the designs 125 and plans submitted by the responder reflect the same;
 - (8) The responder has a demonstrated ability to generate substantial revenues from casino gaming facilities in a competitive environment and under varying economic conditions, and the designs and plans submitted by the responder reflect the same;
 - (9) The responder owns or has secured the rights to use established or widely recognized casino brand names. For the purposes of this subdivision, brand names associated with the casino gaming facilities owned by the Mashantucket Pequot Tribe or the Mohegan Tribe of Indians of Connecticut shall be considered to be established or widely recognized casino brand names;

(10) The responder or its affiliates, or both, have a demonstrated history of entering into (A) collective bargaining agreements for the management and operation of its casino gaming facilities, and (B) project labor agreements for the development and construction of its casino gaming facilities;

- (11) The responder has a demonstrated history of conducting business with small contractors, minority business enterprises and veteran-owned micro businesses; and
- (12) The responder has a demonstrated history of coordinating with local and state law enforcement for public safety and security matters, and the designs and plans submitted by the responder reflect the same.
- (e) The commissioners shall jointly submit a report, in accordance with the provisions of section 11-4a of the general statutes, to the joint standing committees of the General Assembly having cognizance of matters relating to finance, revenue and bonding, public safety and security and commerce that (1) describes and summarizes the request for proposals and the responses received, (2) identifies the individual, business organization or Indian tribe selected jointly by the commissioners to develop, manage, operate and maintain a proposed casino gaming facility in the state, and (3) demonstrates that such individual, business organization or Indian tribe satisfies the requirements of the request for proposals set forth in subsection (a) of this section and meets the selection criteria set forth in subsection (d) of this section.
- (f) No individual, business organization or Indian tribe selected may establish a casino gaming facility in the state until (1) the General Assembly has enacted legislation that provides for the operation of a casino gaming facility and authorizes participation in games at such facility, and such legislation has taken effect, and (2) has paid the nonrefundable licensing fee as set forth in subdivision (4) of subsection (a) of this section."

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This act shall take effect as follows and shall amend the following sections:

Section 1 from passage New section